REQUEST FOR COUNCIL ACTION

MEETING
DATE: 9/3/03

AGENDA SECTION:	ORIGINATING DEPT: Administration	ITEM NO.
Letters And Petitions	Administration	(-1
ITEM DESCRIPTION: Orderly Annexation Agreement With Kalmar Township		PREPARED BY: G NEUMANN

Kalmar Township officials will be in attendance at this meeting for the Council action on the OA Agreement. Therefore I have placed this item under the Letters and Petition section so that it is acted upon at the beginning of the meeting.

The Mayor, Council President, staff from Public Works, City Attorney, and Administration have been meeting with Kalmar Township officials for several months to develop an Orderly Annexation Agreement that meets the needs of both Kalmar Township and the City of Rochester. The Council has previously been provided with a copy of the proposed agreement and information on the agreement provisions. Therefore, I will provide a brief summary of some of the major provisions of the agreement only.

The Orderly Annexation Agreement encompasses a 2640 acre portion of a watershed west of 60th Ave NW. The City obtains assurance that this area is available to accommodate the future growth of the City with reasonable annexation provisions. The assurance of a growth area and reasonable annexation provisions are the main benefits to the City from the agreement. To obtain these benefits, the City agreed to provisions that are beneficial to the Township in the form of 10 years of Township property tax payments from the City for annexed undeveloped lands, instead of the five year declining payments that are typically provided. In addition, the Township obtained an agreement that would allow "interim development" in the 11 to 25 year area of the Orderly Annexation and provisions that ensure that the City will compensate the Township for road damage due to City development accessing a Township road. In addition, the City agreed to a provision that eliminates the ability of the City to attempt contested annexation proceedings in Kalmar Township for lands outside the Orderly Annexation.

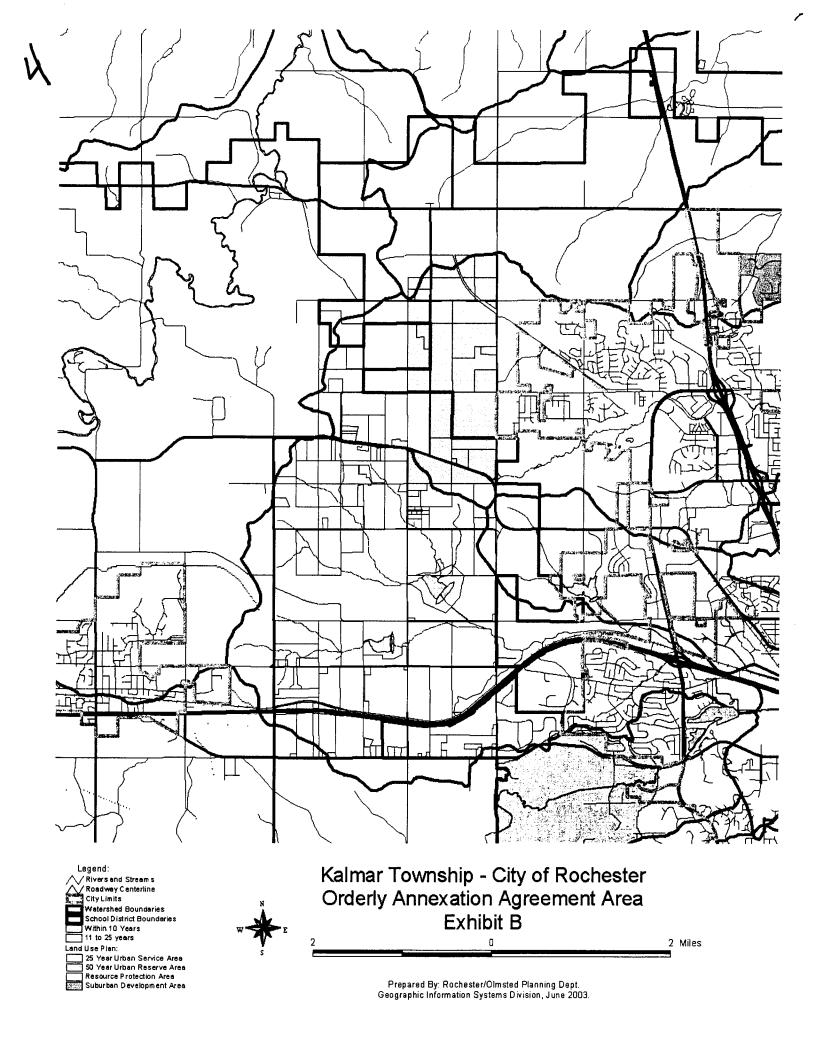
The agreement specifies that the City and Kalmar Township will meet at least every five years to review the agreement.

The City elected officials and staff that have been involved in the negotiations would strongly recommend approval of the agreement.

COUNCIL ACTION REQUESTED.

Approval of the Kalmar Township Orderly Annexation Agreement.

COUNCIL ACTION: Motion by:	Second by:	_ to:



Kalmar Orderly Annexation Agreement Area Exhibit D Exhibit D 4000 4000 8000 Feet

